SCOTT M. MATHESON

GORDON E. HARMSTON

Executive Director,

NATURAL RESOURCES

CLEON B. FEIGHT

Director



I. DANIEL STEWART

Chairman

OIL, GAS, AND MINING BOARD

CHARLES R. HENDERSON JOHN L. BELL THADIS W. BOX C. RAY JUVELIN

amil

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS, AND MINING 1588 West North Temple Salt Lake City, Utah 84116 (801) 533-5771

January 5, 1979

Kelmine Corporation Attn: Mel Swanson Manager P.O. Box 272 Naturita, Colorado 81422

Re: Annual Operations & Progress Report ACT/037/029-Oljeto Mine

Dear Mr. Swanson,

As you know, your company is approved to operate the above named mine under the 1975 Utah Mined Land Reclamation Act. The Rules (Rule M-8(b) direct the Division to obtain an Annual Operations and Progress Report for each active mine. An updated Map and plan is also required to be submitted annually in the same rule.

Enclosed you will find the Division's Annual Report Form (MR-3). Please return the completed form with the updated map by January 31, 1979. If your mine has not started operating since approval, and you feel an update is not required, so state this on the MR-3.

Sincerely,

RONALD W. DANIELS COORDINATOR OF MINED

LAND DEVELOPMENT

RWD/sp

enclosure: MR-3